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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549



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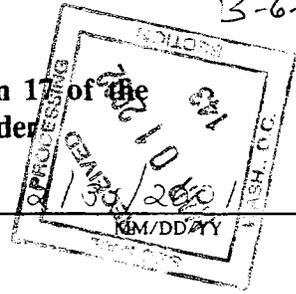
SEC FILE NUMBER

8-38211

ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III

FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 17  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder



3-6-02 TV

REPORT FOR THE PERIOD BEGINNING 11/1/2001 AND ENDING \_\_\_\_\_  
MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: \* R.M.N. SECURITIES, INC. \*  
(D/B/A) SENATE SECURITIES

OFFICIAL USE ONLY

FIRM ID. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

252 WALL Street

KINGSTON

(City)

NEW YORK  
(State)

12401

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Richard M. Netter

845 339-7310

(Area Code — Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

SOLOMON L. MELAMED CPA PC

(Name — if individual, state last, first, middle name)

PO Box 505

(Address)

Kerhonkson

(City)

NY

(State)

12446

(Zip Code)

CHECK ONE:

- Certified Public Accountant
- Public Accountant
- Accountant not resident in United States or any of its possessions.

PROCESSED

MAR 25 2002

FOR OFFICIAL USE ONLY

THOMSON  
FINANCIAL

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See section 240.17a-5(e)(2).

Handwritten signature and date: 3-22-02

OATH OR AFFIRMATION

I, Richard M. Netter, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of R.M.N. SECURITIES, INC., as of December 31, 2001, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

Proprietor has \$5000.- in Customer Account

Richard M. Netter  
Signature

President  
Title

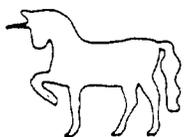
Susan A. Morgenroth  
Notary Public

**Susan A. Morgenroth**  
Notary Public, State of New York  
No. 01M06064858  
Residing in Dutchess County  
My Commission Expires October 1, 2005

This report\*\* contains (check all applicable boxes):

- (a) Facing page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation, of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

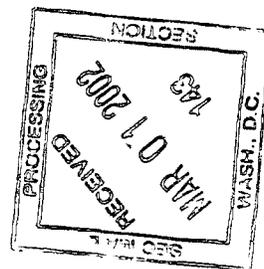


Solomon L. Melamed, P.C.  
CERTIFIED PUBLIC ACCOUNTANT

P.O. Box 505 • 5990 Route 209 N • Kerhonkson, NY 12446  
Tel: 845-626-4518 • Fax: 845-626-2418

February 16, 2002

R.M.N. Securities, Inc.  
D/b/a/ Senate Securities  
252 Wall Street  
Kingston, New York 12401



Dear Mr. Netter

I have audited the accompanying balance sheet of R.M.N. Securities, Inc. as at December 31, 2001 and the related statements of revenue, expenses, and changes in retained earnings for the year then ended in accordance with the standards established by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of R.M.N. Securities, Inc.

An evaluation of internal control was not made as the sole shareholder performed all facets of the business himself and had no employees.

In my opinion, the accompanying financial statements present fairly the financial position of R.M.N. Securities, Inc. as at December 31, 2001 and the results of operations for the year then ended in conformity with generally accepted accounting principles.

Sincerely,

Solomon L. Melamed

R.M.N. SECURITIES, INC.  
D/B/A SENATE SECURITIES  
BALANCE SHEET  
AS AT DECEMBER 31, 2001

ASSETS

Current Asset

Cash - Unrestricted	\$ 121,608	
Accounts Receivable	<u>3,204</u>	\$ 124,812

Fixed Assets

Furniture & Equipment	28,651	
Less: Accumulated Depreciation	<u>28,651</u>	

Other Assets

Security Deposit		<u>77,714</u>
Total Assets		<u>\$ 202,526</u>

LIABILITIES & STOCKHOLDERS' EQUITY

Current Liabilities

Accounts Payable	\$ 15,000	
Payroll Taxes Payable	<u>1,106</u>	\$ 16,106

Stockholders' Equity

Common Stock	1,000	
Paid-in-Capital	82,612	
Retained Earnings	<u>102,808</u>	<u>186,420</u>

Total Liabilities & Stockholders' Equity		<u>\$ 202,526</u>
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See Accountant's Report

R.M.N. SECURITIES, INC.  
D/B/A/ SENATE SECURITIES  
STATEMENT OF INCOME & EXPENSE  
FOR THE YEAR ENDED DECEMBER 31, 2001

Commission Income		\$ 131,062
Cost of Sales:		
Commission Expense	\$ 21,342	
Telephone & Data Line	7,241	
License, Fees, Dues & Subscriptions	<u>4,240</u>	<u>32,823</u>
Gross Profit on Sales – 75.0%		98,239
Interest & Dividend Income		<u>6,809</u>
Total Income		105,048
Other Expenses		
Salaries	30,000	
Payroll Taxes	2,367	
Insurance & Bonds	7,190	
Professional Fees	1,050	
Rent	13,666	
Advertising	10,841	
Office Supplies	2,902	
Postage	1,506	
Cleaning & Maintenance	1,116	
Travel	2,983	
Clearing Expense	31,142	
New York State Franchise Tax	100	
Bank Service Charges	<u>36</u>	<u>104,899</u>
Net Income		<u>\$ 149</u>

See Accountant's Report

R.M.N. SECURITIES, INC.  
D/B/A/ SENATE SECURITIES  
STOCKHOLDERS' EQUITY  
AS AT DECEMBER 31, 2001

Retained Earnings	1/1/01	\$ 102,659
Income for 2001		149
Retained Earnings	12/31/01	102,808
Common Stock		1,000
Paid-in-Capital		82,612
Total Stockholders' Equity	12/31/01	<u>\$ 186,420</u>

See Accountant's Report

R.M.N. SECURITIES, INC.  
D/B/A SENATE SECURITIES  
STATEMENT OF CASH FLOW  
FOR THE YEAR ENDED DECEMBER 31, 2001

Cash Balance 1/1/01	\$ 123,936
Net Profit From Operations	149
Add Back:	
Increase in Payable	11
Decrease in Accounts Receivable	654
Rounding	1
Subtract:	
Transfer to Deposit Account	3,143
Cash Balance 12/31/01	<u>\$ 121,608</u>

See Accountant's Report

Net Capital Computation  
R.M.N. Securities, Inc.  
D/B/A Senate Securities  
12/31/2001

1) Ownership Equity		<u>\$ 186,420</u>
2) Total From Below	<u>15,000</u>	
3) Additional Charges – Excess Clearing Deposit	<u>25,300</u>	
4) Haircut	<u>2,273</u>	
5) Total Deductions		<u>42,573</u>
6) Tentative Net Capital		<u>143,847</u>

Payables - \$15,000

R.M.N. SECURITIES, INC.  
D/B/A/ SENATE SECURITIES  
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Accounting Method

The company reports on the accrual method of accounting.

2. Depreciation

The company depreciates its fixed assets on the Modified Accelerated Cost Recovery System (MACRS).

R.M.N. SECURITIES, INC.  
D/B/A/ SENATE SECURITIES  
DECEMBER 31, 2001

1. No material differences in the computations of the net capital account.
2. No material differences were found to have existed.